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New York Office 405 Lexington Avenue New York, NY 10174

May 31, 2000

VIA OVERNIGHT DELIVERY

K. David Waddell, Executive Director Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, Tennessee 37219

Re:

Docket 99-00924

WorkNet Communications Inc.'s Application for a Certificate to Provide Facilities-Based

Local Exchange and Interexchange Telecommunications Services

Dear Mr. Waddell:

Enclosed for filing on behalf of WorkNet Communications Inc. ("WorkNet") is an original and thirteen (13) copies of WorkNet's response to the Tennessee Regulatory Authority's data request of April 12, 2000.

One extra copy of WorkNet's response is also enclosed. Please date stamp and return the enclosed copy of this filing and return it in the self-addressed, postage prepaid envelope provided. Should any questions arise concerning this filing, please do not hesitate to contact me.

Respectfully submitted,

Douglas D. Orvis II

Counsel to WorkNet Communications Inc.

Enclosures

cc:

Patsy Fulton (TRA)

J. Mark Klamer, Esq. (WorkNet)

Gregg Strumberger



DOCKET 99-00924 WORKNET COMMUNICATIONS INC. RESPONSE TO STAFF DATA REQUEST

1. Projections for WorkNet Communications, Inc., for 2000, 2001 and 2002. TRA did receive the projections for Tennessee; however, TRA does need to see the projections for all of WorkNet Communications, Inc. as they will be responsible for the financial support.*

Attached as Exhibit DR2-1. (Filed Under Seal)

2. Please provide statements as to how the losses will be covered for Tennessee for 2000. Also, please provide how the loss for 1999 and any losses based on the projections will be covered for WorkNet Communications, Inc.

Any losses in Tennessee will be covered by equity capital.

3. Do the current financials or the projections include any amounts reflecting reciprocal compensation.

Although WorkNet may provide facilities-based voice service in the future, WorkNet initially intends to provide only high-speed data transmission over its own facilities. Since data traffic is not currently subject to reciprocal compensation, WorkNet will not rely on reciprocal compensation as a significant source of income.

^{*} Please note that the correct mane of the Applicant is "WorkNet Communications Inc.", rather than "WorkNet Communications, Inc." Please ensure that the Authority's records reflect the proper name of the Applicant.